



**Proforma Half - Year financial statement on consolidated results for the period ended
30 September 2007**

These figures have not been audited

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Change in %
	1st Half 30 Sep 2007 (S\$'000)	1st Half 30 Sep 2006 (S\$'000)	
Turnover	39,306	36,670	7.19%
Cost of Sales	<u>(35,035)</u>	<u>(33,764)</u>	3.76%
Gross Profit	4,271	2,906	46.97%
Other operating income	-	65	-100.00%
Distribution and selling expenses	(4,079)	(3,809)	7.09%
Administration expenses	(1,672)	(1,568)	6.63%
Other operating expenses	<u>(9)</u>	<u>-</u>	NM
Loss from operations	(1,489)	(2,406)	-38.11%
Financial income	13	11	18.18%
Financial expenses	(428)	(466)	-8.15%
Share of associate's result	<u>74</u>	<u>(5)</u>	NM
Loss before tax	(1,830)	(2,866)	-36.15%
Taxation	<u>-</u>	<u>-</u>	NM
Loss for the period	<u>(1,830)</u>	<u>(2,866)</u>	-36.15%
Attributable to:-			
Equity holders of the Company	(1,842)	(2,874)	-35.91%
Minority Interest	12	8	50.00%
	<u>(1,830)</u>	<u>(2,866)</u>	-36.15%

1(a) (ii) Other information

	Group		
	1st Half 30 Sep 2007 (S\$'000)	1st Half 30 Sep 2006 (S\$'000)	Change in %
Interest income	13	11	18.18%
Interest on borrowing	(360)	(281)	28.11%
Depreciation and amortisation	(1,298)	(1,428)	-9.10%
Foreign exchange loss	(68)	(185)	-63.24%
Gain on disposal of fixed assets	73	-	NM
Loss on disposal of fixed assets	(13)	(1)	1200.00%
Loss on disposal of other investments	(28)	-	NM
Allowance for stock obsolescence	(95)	-	NM
Allowance for bad debts	(122)	-	NM
Fixed assets written off	(153)	-	NM

NM-Not Meaningful

1 (b) (i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	The Group 30 Sep 2007 S\$ '000	The Group 31 Mar 2007 S\$ '000	Change in %	The Company 30 Sep 2007 S\$ '000	The Company 31 Mar 2007 S\$ '000	Change in %
Share Capital and Reserves						
Share capital & reserves						
Share Capital	18,332	18,332	0.00%	18,332	18,332	0.00%
Reserves	(15,485)	(13,679)	13.20%	(15,217)	(13,421)	13.38%
	2,847	4,653	-38.81%	3,115	4,911	-36.57%
Minority Interests	247	234	5.56%	-	-	-
Total	3,094	4,887	-36.69%	3,115	4,911	-36.57%
Represented By:						
Property, plant & equipment	8,502	9,760	-12.89%	1,568	2,057	-23.76%
Subsidiary companies	-	-	-	9,633	10,562	-8.80%
Associated company	214	140	52.86%	60	60	0.00%
Goodwill on consolidation	112	112	-	-	-	-
Other investments	-	70	-100.00%	-	70	-100.00%
Current Assets						
Stocks	7,501	7,747	-3.18%	5,363	5,269	1.79%
Trade debtors	11,790	12,452	-5.32%	6,879	8,111	-15.19%
Other debtors & deposits & prepayments	1,142	1,027	11.20%	527	646	-18.37%
Due from subsidiary companies (trade)	-	-	-	483	381	26.90%
Fixed deposits	473	589	-19.69%	-	-	-
Cash & bank balances	1,756	1,938	-9.39%	180	750	-76.01%
	22,662	23,753	-4.59%	13,432	15,156	-11.38%
Current Liabilities						
Trade creditors & bills payables	9,694	10,495	-7.63%	5,702	6,508	-12.38%
Other creditors and accruals	4,997	5,447	-8.26%	3,138	4,336	-27.62%
Due to associated company (trade)	10	98	-89.80%	11	98	-88.74%
Due to subsidiary companies (trade)	-	-	-	320	605	-47.12%
Provision for taxation	58	58	0.00%	58	58	-0.40%
Leased obligations, current portion	2,787	2,801	-0.50%	2,725	2,740	-0.55%
Long term loans, current portion	-	26	-100.00%	-	-	-
Short term loans	9,144	9,262	-1.27%	8,000	8,000	-
Bank overdraft -secured	1,017	198	413.64%	1,017	198	413.76%
	27,707	28,385	-2.39%	20,971	22,543	-6.97%
Net Current Liabilities	(5,045)	(4,632)	9%	(7,539)	(7,386)	2.07%
Non Current Liabilities						
Lease obligations, non current portion	(81)	(111)	-27.03%	-	-	-
Other long term liability	(544)	(388)	40.21%	(544)	(388)	40.19%
Deferred tax	(64)	(64)	0.00%	(63)	(63)	0.00%
Total	3,094	4,887	-36.69%	3,115	4,911	-36.58%

Notes:

(a) Please refer to para 8

1 (b) (ii) Aggregate amount of group's borrowing and debt securities

Amount repayable in one year or less, or on demand

As at 30.09.2007		As at 31.03.2007	
Secured	Unsecured	Secured	Unsecured
S\$ ' 000	S\$ ' 000	S\$ ' 000	S\$ ' 000
12,563	385	11,852	435

Amount repayable after one year

As at 30.09.2007		As at 31.03.2007	
Secured	Unsecured	Secured	Unsecured
S\$ ' 000	S\$ ' 000	S\$ ' 000	S\$ ' 000
81	-	111	0

Details of any collateral

(a) A fixed and floating charge has been created on the assets and properties of the Company and its subsidiary, PT Giken Precision Indonesia, in favour of the existing banks of the company.

(b) The secured debts include fixed term lease by the company and the short term bank loans of a subsidiary company, which are secured by office building and fixed deposits.

1 (c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period.

	30 Sep 2007 S\$'000	30 Sep 2006 S\$'000
Cash flows from operating activities		
Loss before taxation	(1,830)	(2,866)
Adjustments:		
Depreciation of fixed assets	1,298	1,425
Exchange difference	60	(107)
Fixed assets written off	153	-
Loss on disposal of fixed assets	13	1
Gain on disposal of fixed assets	(73)	-
Loss on disposal of other investments	28	-
Interest expense	360	281
Interest Income	(13)	(11)
Share of associated company's (profits)/loss	(74)	5
Allowance for bad debts	122	-
Allowance for stock obsolescence	95	-
Operating profit/(loss) before working capital changes	139	(1,272)
(Increase)/ decrease in:		
Stocks	151	(1,388)
Trade debtors	540	1,048
Other debtors, deposits and prepayments	(114)	(115)
Increase/ (decrease) in:		
Trade creditors	(801)	(598)
Other creditors and accruals	(293)	318
Due to an associated company/trade	(88)	42
Cash used in operations	(466)	(1,965)
Interest received	13	11
Interest paid	(360)	(281)
Tax paid	-	(113)
Net cash used in operating activities	(813)	(2,348)
Cash flows used in investing activities		
Proceed from sales of investments	42	-
Proceed from sales of fixed assets	163	-
Purchase of fixed assets	(314)	(82)
Net cash used in investing activities	(109)	(82)
Cash flows (used in)/from financing activities		
Dividends paid	-	(127)
Proceeds from bank loans	84	1,427
Repayment of bank loans	(233)	(265)
Repayment of finance lease obligations	(46)	(812)
Net cash (used in)/generated from financing activities	(195)	223
<i>Net decrease in cash and cash equivalents</i>	<i>(1,117)</i>	<i>(2,207)</i>
<i>Cash and cash equivalents at beginning of year</i>	<i>2,329</i>	<i>3,569</i>
Cash and cash equivalents at end of the year	1,212	1,362

- 1 (d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share capital	Translation reserves	Retained losses	Total attributable to equity holders of the Company	Minority Interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
The Group						
Balance at 1 April 2006	18,143	526	(7,950)	10,719	227	10,946
Foreign currency translation differences	-	(101)	-	(101)	(6)	(107)
Net loss for the period	-	-	(2,874)	(2,874)	8	(2,866)
Dividends paid	-	-	(120)	(120)	-	(120)
Balance at 30 September 2006	18,143	425	(10,944)	7,624	229	7,853
Foreign currency translation differences	-	(90)	-	(90)	-	(90)
Net loss for the period	-	-	(3,070)	(3,070)	6	(3,064)
Conversion of gratuity to ordinary shares	189	-	-	189	-	189
Balance at 31 March 2007	18,332	335	(14,014)	4,653	235	4,888
Foreign currency translation differences	-	36	-	36	-	36
Net loss for the period	-	-	(1,842)	(1,842)	12	(1,830)
Balance at 30 September 2007	18,332	371	(15,856)	2,847	247	3,094
The Company						
Balance at 1 April 2006	18,143	-	(1,136)	17,007	-	17,007
Net loss for the period	-	-	(1,476)	(1,476)	-	(1,476)
Dividends paid	-	-	(120)	(120)	-	(120)
Balance at 30 September 2006	18,143	-	(2,732)	15,411	-	15,411
Net loss for the period	-	-	(10,689)	(10,689)	-	(10,689)
Conversion of gratuity to ordinary shares	189	-	-	189	-	189
Balance at 31 March 2007	18,332	-	(13,421)	4,911	-	4,911
Net loss for the period	-	-	(1,796)	(1,796)	-	(1,796)
Balance at 30 September 2007	18,332	-	(15,217)	3,115	-	3,115

- 1 (d) (ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy backs, exercise of share options or warrants, conversion of others issues of equity securities, issues of shares for cash or as consideration for acquisition or for any others purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

NA

- 2 **Whether are the figures have been audited, or reviewed and in accordance with which standard(e.g. the Singapore Standard on Auditing 910 (Engagement to review Financial Statement), or an equivalent standard)**

The figures have not been audited or reviewed by the external auditor.

- 3 **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

NA

- 4 **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as for the audited financial statements for the year ended 31 March 2007.

- 5 **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effects of, the change**

The adoption of the new/revised FRS is currently assessed to have no significant impact on the financial position and the results of the current period and prior period of the Group.

- 6 **Earning per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	30 Sep 2007 Cents	30 Sep 2006 Cents	Change in %
Based on the No. of shares in issue during the year	(2.99)	(4.81)	-37.77%
On fully diluted basis	(2.99)	(4.81)	-37.77%

"Item 6: The earnings per share for the period ended 30 September 2007 is calculated based on the weighted average share capital in issue during the period of 61,598,057 ordinary shares (30 September 2006 : 59,800,000 ordinary shares)"

- 7 **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the :-
(a) current financial period reported on; and
(b) immediately preceding financial year.**

	Group		Company	
	30 Sep 2007 Cents	31 Mar 2007 Cents	30 Sep 2007 Cents	31 Mar 2007 Cents
Net assets valued per ordinary share based on issued share of the company at the end of the financial year (cents)	4.62	7.55	5.06	7.97

"Item 7: The net assets value per share for the period ended 30 September 2007 is calculated based on the weighted average share capital in issue during the period of 61,598,057 ordinary shares (30 September 2006 : 59,800,000 ordinary shares)"

- 8 **A review of the performance of the group , to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**

(a) any significant factors that effected the turnover, costs and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

- (i) The Group's turnover for the period increased by 7.2% as compared to the corresponding period in FY 2007. This is due to increase in orders for new projects from existing customers.

- (ii) Due to the higher sales turnover and different sales product mix, the Group recorded a gross margin of 10.9%, as compared to a margin of 7.9% for the corresponding period for FY 2007. Gross profit for the current period was S\$4.27 million.
- (iii) Distribution & selling expenses for the period was S\$4.08 million. This is a 7.1% increase over the previous corresponding period, resulting from the higher sales turnover.
- (iv) The Group recorded a net loss of S\$1.8 million for the period.
- (v) The Group had a net current deficit of S\$5.05 million as at 30 September 2007. The Group will continue to realize its current assets and repay its current liabilities. The Group has also appointed a Special Consultant to review its financial position and help the Company liaise with its financiers with a view to restructure its loan facilities.
- (vi) The Company is also looking for other potential financiers (including potential investors). An announcement will be made once a confirmed arrangement has been agreed.

9 Where a forecast , or a prospect statement , has been previously disclosed to shareholders, any variance between it and the actual results.

The Group did not make any forecast or prospect statement for the current period to shareholders.

10 A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may effect the group in the next reporting period and the next 12 months.

The Group continues to face a competitive and challenging operating environment. The Group continues to aggressively source for new projects, including projects relating to medical products & sensory devices. However, as the Group is also servicing customers in the consumer electronics business, sales turnover in the next half year will be affected by the seasonability of demand for consumer electronic products. The group continues with its cost rationalisation activities.

The Group's operations may also be affected by its net current deficit position. The Company is discussing with its financiers to restructure its loan facilities. The Company is also looking for other potential financiers (including potential investors).

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Date payable

NA

(d) Books closure date

NA

12 If no dividend has been declared /recommended , a statement to that effect.

NA

13 Negative assurance confirmation on interim financial results under SGX Listing Rule 705(4) of the Listing Manual

The directors of the Company confirm that to the best of their knowledge, nothing has come to their attention which may render the 1H FY2008 financial results to be false or misleading.

BY ORDER OF THE BOARD

Ng Say Tiong
Company Secretary

25th October 2007